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SAPC 25434

Copy 5 of 7

18 March 1953

Hycon Mfg. Company
2961 Colorado Street
Pasadena, California

Subject: Contract No. BC-450

Gentlemen:

1. Reference is made to Contract No. BC-450 between the United States Government and Hycon Mfg. Company.

2. Due to the limitation of funds available to the Project during Fiscal Year 1953, it is necessary that expenditure of funds by the Contractor under the referenced contract be closely controlled. In view of the foregoing, the following action will be implemented and/or taken by the Contractor immediately upon receipt of this letter with regards to all funds placed on the Contract for Customer No. 1.

(a) Contractor shall complete the required modification to make the B configuration operational on six (6) units only. The remaining four (4) units shall be held by the Contractor pending disposition instructions from the Contracting Officer.

(b) Contractor shall discontinue immediately all work in connection with the C configuration except the following:

(1) The completion of a limited vibration test program using one (1) flight test for data gathering purposes on the C configuration.

(2) Liaison engineering with Perkin-Elmer to assure optimum results in the C configuration evaluation program.

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BC-450 (A&I)

1. - Proj. Dir. of Materiel

2. - [REDACTED]

3. - Proj. Dir. of [REDACTED]

4. - [REDACTED]

5. - Proj. Chrono (RI)

6. - [REDACTED]

7. - [REDACTED]

PS/DCI: [REDACTED]
Distrib: [REDACTED]
Orig: [REDACTED]
bas: [REDACTED]

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(3) Preparation of an engineering summary report concerning the "C" configuration.

Only paragraph (b)(1) above shall be charged to Customer No. 1. Paragraphs (b)(2) and (3) shall be charged to Customer No. 2 and total costs thereof shall not exceed \$10,000.00.

(c) Upon completion of flight test of the "B" configurations mentioned in paragraph (a) above, the one (1) flight test of the "C" configuration mentioned in paragraph (b)(1) above, and the check out and delivery of ten (10) Tracking Cameras which have been modified from a Mark I to a Mark II Configuration, Contractor shall discontinue any charges under this contract to Customer No. 1 for test site engineering support.

(d) In addition to the foregoing the only additional charges to Customer No. 1 which shall be made under the referenced contract after receipt of this letter shall be in the performance of Purchase Requests received from [REDACTED] or as specifically directed by the Contracting Officer. If this direction effects certain work in process not in the categories set forth above and if in the opinion of the Contractor it would be in the best interests of the Government to complete said work. Contractor shall submit a request to complete such work to Contracting Officer setting forth a description of the work, the cost thereof, expected delivery and reasons why the work should be continued. Upon receipt of approval from the Contracting Officer, the Contractor shall proceed with the work.

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3. Contractor is requested to acknowledge receipt and intention of complying with the foregoing by executing its signature in the space provided below and returning the original of this letter to the Contracting Officer.

Very truly yours,

/s/

[REDACTED]
Contracting Officer

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HYCON MFG. COMPANY

NAME [REDACTED]

TITLE Vice Pres - Eng.

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